

Summary of Proposed City-County Interlocal Agreement for Seattle Streetcar Operations

Background

- City-County Agreement for (SLU) Streetcar Operations expires 12/31/14.
- Under the current agreement, King County retains fares, and the City pays 25% of net operating costs. City also pays for extra service, major maintenance/replacement, accident repairs.
- First Hill Streetcar (FHS) Operations requires new agreement provisions.

Term

The agreement term is through 12/31/19. For FHS, it will take effect upon execution; for SLU, it will take effect 1/1/2015.

South Lake Union Line—Key Provisions

- County makes a fixed annual contribution to SLU Operations (\$1.35 M in 2015, escalated \$50K per year).
- Fares collected using ORCA are retained by County and credited against payment due from City. City retains all other fares. ORCA fares to be equivalent to Metro or ST fares.
- Agreement defines a payment schedule (quarterly payments) and provides for reconciliation
- Either Party may request reconciliation of the budget and fare revenues to actual costs and revenues up to two times annually. The reconciliation shall begin within 45 days after the quarter in which the request was made. Upon completion of the reconciliation, the quarterly payment schedule may be adjusted by the Parties to reflect differences between the budget and actual costs.
- City is operationally responsible for fare inspection/enforcement and station maintenance/janitorial.
- 2015 Estimated O&M Cost: \$2.7 M

First Hill Line—Key provisions

- Fares collected using ORCA are retained by County and credited against payment due from City. City retains all other fares. ORCA fares to be equivalent to Metro or ST fares.
- Agreement defines a payment schedule (quarterly payments) and provides for reconciliation
- Either Party may request reconciliation of the budget and fare revenues to actual costs and revenues up to two times annually. The reconciliation shall begin within 45 days after the quarter in which the request was made. Upon completion of the reconciliation, the quarterly payment schedule may be adjusted by the Parties to reflect differences between the budget and actual costs.
- City is operationally responsible for fare inspection/enforcement, station maintenance/janitorial, and maintenance facility maintenance/janitorial.
- 2015 Estimated O&M Cost: \$5.2 M